

MEMORANDUM

To: All Option Members, Member Organizations and ROT
 From: Listings/Market Watch
 Date: January 23, 2007
 Subject: Reckson Associates Realty Corp. (RA) Pending Merger **UPDATE**

On Wednesday, November 22, 2006, the shareholders of Reckson Assoc. Realty Corp. (RA) voted to approve the propose merger with SL Green Realty Corp. (SLG). Pursuant to the merger terms each RA share will be converted into the right to receive 0.10387 SLG common shares, plus \$31.68 cash and an additional amount equal to an adjusted prorated dividend. Cash will be paid in lieu of fractional SLG shares. **The merger is expected become effective on Thursday, January 25, 2007**

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

Pursuant to Options Clearing Corporation (OCC) By-Laws, all outstanding RA options will be adjusted as follow

EFFECTIVE DATE: Option changes are expected to become effective on Friday, January 26, 2007
SYMBOL(s): RA/LRG/ZSF becomes RCZ/LMH/ZFF respectively
STRIKE PRICE: No Change
MULTIPLIER: 100*(eg., Premium of 1.00 = \$100)
NEW DELIVERABLE: 1) 10 SLG common shares.
 2) Cash in lieu of 0.387 fractional SLG shares
 3) \$3,177.77 Cash [(\$31.68 x 100) + (\$0.0977 x 100)]

Reckson Associates Realty Corp. (RA) (Before - Date To Be Announced 100 shares RA)					Reckson Associates Realty Corp. (RCZ) (Beginning - Date To Be Announced (See New Deliverable Above)				
			Calls	Puts				Calls	Puts
RA	MAR	40	CH	OH	RCZ	MAR	40	CH	OH
RA	MAR	45	CI	OI	RCZ	MAR	45	CI	OI
RA	MAR	50	CJ	OJ	RCZ	MAR	50	CJ	OJ
RA	JUN	40	FH	RH	RCZ	JUN	40	FH	RH
RA	JUN	45	FI	RI	RCZ	JUN	45	FI	RI
RA	JUN	50	FJ	RJ	RCZ	JUN	50	FJ	RJ
Reckson Associates Realty Corp. - 2008 Leap (RA/LRG) (Before - Date To Be Announced 100 shares RA)					Reckson Associates Realty Corp. - 2008 Leap (RA/LMH) (Beginning - Date To Be Announced (See New Deliverable Above)				
			Call	Put				Call	Put
LRG	JAN	30	AF	MF	LMH	JAN	30	AF	MF
LRG	JAN	35	AG	MG	LMH	JAN	35	AG	MG
LRG	JAN	40	AH	MH	LMH	JAN	40	AH	MH
Reckson Associates Realty Corp. - 2009 Leap (RA/ZSF) (Before - Date To Be Announced 100 shares RA)					Reckson Associates Realty Corp. - 2009 Leap (RA/ZFF) (Beginning - Date To Be Announced (See New Deliverable Above)				
			Call	Put				Call	Put
ZSF	JAN	20	AD	MD	ZFF	JAN	20	AD	MD
ZSF	JAN	30	AF	MF	ZFF	JAN	30	AF	MF
ZSF	JAN	40	AH	MH	ZFF	JAN	40	AH	MH
ZSF	JAN	50	AJ	MJ	ZFF	JAN	50	AJ	MJ
ZSF	JAN	60	AL	ML	ZFF	JAN	60	AL	ML

Customers should be advised that all Good-til-Cancelled (GTC) orders not on AUTOM must be cancelled and re-enter prior to the effective date. GTC AUTOM orders will be deleted by PHLX Service Desk/AUTOM persone

Questions regarding this release may be directed to the Listings/Market Watch at 1-800-THE-PHLX, choice # or (215) 496-5380.